## ND ASSOCIATION OF COUNTIES - PROGRAM SAVINGS FUND **INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2006**

August   ORD   Market Value   Actual   Policy   Net ROR   Net ROR   Net Value   Actual   Policy   Net ROR   Net Value   Actual   Net Value   Actu										Current	Dries Vees	3 Years	E Veere
Abstract Value   Abstract Value   Policy   Nin ROB   Market Value   Abstract Value   Policy   Nin ROB   Market Value   Abstract Policy   Nin ROB			August-0	16			July-06						
AROSE CAP DOMESTIC EQUITY  Trivertured Growth  19,703 3.7% 3.9% 2.19% 16,829 3.6% 3.9% 3.69% 1-1,99% 11,12% NA			Alloca	ation_			Alloca	ation					
Structured Growth  19,703 3,7% 3,9% 2,19% 18,820 3,6% 3,9% 3,369% 1,10% 11,12% NA NA  Fall Structured Growth  19,703 3,7% 3,9% 2,19% 18,820 3,6% 3,9% 3,69% 1,10% 11,12% 12,0% 43,2%  Structured Value  Structured Value  19,703 3,7% 3,9% 2,19% 18,820 3,6% 3,9% 3,69% 1,10% 11,12% 12,0% 43,2%  Structured Value  19,703 3,7% 3,9% 2,19% 18,820 3,6% 3,9% 2,03% 3,00% 1,5,9% 21,14% 12,22%  Revasel 1000 Value  10,704	LARGE CAP DOMESTIC FOLITY	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
Teal Structured Growth	Structured Growth												
Name	Los Angeles Capital												
Structured Value Sey  22,004 4.1% 3.9% 0.96% 21,276 4.0% 3.9% 2.03% 3.00% 15.05% 21,14% 12.22% A Capital Sey 100 Value  39,593 7.3% 7.9% 2.07% 3.7770 7.1% 7.9% 1.08% 6.37% 11.55% 16.75% 6.85% NA		19,703	3.7%	3.9%		18,820	3.6%	3.9%					
1.59   2.004   4.1%   3.9%   0.96%   21,276   4.0%   3.9%   2.09%   3.09%   15,05%   21,41%   12,22%   12,22%   12,22%					0.7270				1.0070		0.7270	0.0070	0.7070
Russell 100 Enhanced index A Capital	LSV	22,004	4.1%	3.9%	0.96%	21,276	4.0%	3.9%	2.03%	3.00%	15.05%	21.14%	12.22%
A Capital   39,503   7.3%   7.9%   2.07%   37,770   7.1%   7.9%   1.08%   0.09%   0.09%   0.09%   0.09%   0.09%   0.09%   0.00%   0.	Russell 1000 Value				1.67%				2.43%	4.14%	12.10%	15.70%	6.89%
Russell 1000	Russell 1000 Enhanced Index		= 00/	= 00/	0.070/		= 40/	= 00/	4.000/	0.070/	44 500/		
SSE 950 Channeed Index Westindige 47,435 8.8% 7.9% 2.41% 45,207 8.5% 7.9% 0.65% 3.07% 8.7% NA NA NA SSE 950 Notice State Street 14,653 2.7% 2.6% 2.0% 14,008 2.6% 2.6% 0.85% 3.07% 8.5% 11.47% 2.62% 3.07% 8.5% 3.07% 8.5% NA		39,503	7.3%	7.9%		37,770	7.1%	7.9%					
Nestridge SAF 200 Notes Saf 20													
Include Salled Street	Westridge	47,435	8.8%	7.9%	2.41%	45,207	8.5%	7.9%	0.65%	3.07%	8.77%	N/A	N/A
State Street   14,653   2,00%   14,008   2,00%   2,90%   2,90%   3,114,77%   2,22%   2,65%   2,65%   2,65%   2,65%   2,65%   2,65%   2,65%   3,00%   2,65%   2,95%   3,114,77%   2,22%   2,65%   2,65%   2,65%   2,65%   2,65%   3,00%   2,65%   2,6	S&P 500				2.38%				0.62%	3.01%	8.63%	N/A	N/A
Total Index   14,653   2.7%   2.6%   2.6%   2.6%   2.6%   2.6%   2.6%   2.6%   2.6%   2.6%   0.62%   3.01%   8.63%   11.22%   2.29%   2.29%   2.6%	Index	44.050			0.000/	44000			0.050/	0.000/	0.540/	44 470/	0.000/
2,895   17.00   2,896   2,896   17.08   2.996   1.08   2.996   1.08   1.296			2 7%	2.6%			2.6%	2 6%					
SAP 500 2.38% 0.62% 3.01% 8.63% 11.22% 2.49% MANALL CAP DOMESTIC EQUITY Manager of Manag	S&P 500	14,033	2.1 /6	2.0 /6		14,000	2.078	2.078					
SAP 500 2.38% 0.62% 3.01% 8.63% 11.22% 2.49% MANALL CAP DOMESTIC EQUITY Manager of Manag	TOTAL LARGE CAP DOMESTIC EQUITY	143,297	26.6%	26.3%	2.02%	137.081	25.9%	26.3%	-0.22%	1.79%	10.95%	13.63%	3.95%
Manager - Managers   47,902	S&P 500	0,20.	20.070	20.070		707,007	20.070	20.070					
Manager - Managers   47,902													
SEI 47,902 8.9% 8.8% 2.34% 44,490 8.4% 8.8% 3.55% 1.29% 13.58% 18.20% 7.84% RDV SURSING (2000 + 200bp)  TOTAL SMALL CAP DOMESTIC EQUITY 47,902 8.9% 8.8% 2.34% 2.96% 44,490 8.4% 8.8% 3.55% 1.29% 13.58% 18.20% 7.86% RDV SURSING (2000 + 2.25% -0.39% 14.58% 18.20% 7.86% 8.50% RTERNATIONAL EQUITY Large Cap - Active 2.96%													
Russell 2000 + 200bp   3.13%   -3.09%   -0.06%   16.86%   21.06%   10.38%   10.70%   10.38%   10.70%   10.38%   10.70%   10.38%	SEI	47,902	8.9%	8.8%	2.34%	44,490	8.4%	8.8%	-3.55%	-1.29%	13.58%	18.20%	7.84%
NTERNATIONAL EQUITY	Russell 2000 + 200bp	,			3.13%	ŕ			-3.09%	-0.06%	16.86%	21.06%	10.38%
NTERNATIONAL EQUITY Large Cap - Active 3.pptial Guardian 2.2.644	TOTAL SMALL CAP DOMESTIC EQUITY	47,902	8.9%	8.8%	2.34%	44,490	8.4%	8.8%	-3.55%	-1.29%	13.58%	18.20%	7.86%
Large Cap - Active Zapital Guardian Zapital Zapita	Russell 2000				2.96%				-3.25%	-0.39%	14.58%	18.70%	8.50%
Large Cap - Active Zapital Guardian Zapital Zapita	INTERNATIONAL FOLITY												
21,831	Large Cap - Active												
Total Large Cap - Active Ms.Cl EAFE - 50% Hedged	Capital Guardian												
SCI EAFE - 50% Hedged	LSV												
Small Cap - Value   Cap - Cap		44,475	8.2%	8.0%		40,747	7.7%	8.0%					
Second Description   Second Market Index < \$2BN   Second Description													
2.90%   2.90%   2.02%   2.92%   32.40%   N/A	Small Cap - Value		4 00/	4 00/	0.000/	4.050	2 22/	4.00/	0 440/	0.000/	00.050/	00 000/	
Small Cap - Growth   Figure   Similar   Simi		5,277	1.0%	1.0%		4,852	0.9%	1.0%					
Sage	Clagicup Broad Warker Index < \$2514				2.3070				-2.02/0	0.02 /0	23.2070	32.4070	IVA
Citigroup Broad Market Index < \$2BN   2.90%   -2.02%   0.82%   29.28%   32.40%   N/A	Small Cap - Growth												
TOTAL INTERNATIONAL EQUITY MSCI EAFE - 50% Hedged  55,120 10.2% 10.0% 3.15% 2.93%  50,058 9.5% 10.0% 0.51% 3.68% 27.35% 23.83% 8.67% MSCI EAFE - 50% Hedged  0.98% 3.94% 26.77% 22.56% 6.89%  0.99% 3.94% 26.77% 22.56% 6.89%  0.99% 3.94% 26.77% 2.90% 0.81% 2.90% 0.81% 2.90% 0.81% 2.90% 0.81% 2.90%  0.99% 3.94% 26.77% 22.56% 6.89%  0.99% 3.94% 26.77% 2.90% 0.81% 2.90% 0.81% 2.90% 0.81% 2.90% 0.81% 2.90%  0.99% 3.94% 26.77% 2.90% 0.81% 2.20% 0.81% 2.90% 0.81% 2.2		5,368	1.0%	1.0%		4,959	0.9%	1.0%					
## DOMESTIC FIXED INCOME   Core Bond   Substituting   Substituting	* ·	FF 420	10.20/	10.09/		E0 EE9	0.5%	10.09/					
DOMESTIC FIXED INCOME   DOME		55,120	10.2%	10.0%		50,556	9.5%	10.0%					
Nestern Asset													
Nestern Asset   94,448   17.5%   16.7%   1.76%   1.76%   1.85%   1.85%   3.45%   -0.90%   7.36%   8.59%   1.53%   2.90%   -0.81%   2.05%   4.97%   2.05%   2	DOMESTIC FIXED INCOME												
Lehman Aggregate  Core Plus/Enhanced  21,511		94 448	17 5%	16 7%	1 76%	93 646	17 7%	16 7%	1 65%	3 /15%	-n an%	7 36%	8 50%
Core Plus/Enhanced   Cilfon Group   21,511   4.0%   5.6%   1.43%   21,389   4.0%   5.6%   N/A	Lehman Aggregate	34,440	11.5/0	10.1 /0		33,040	11.1 /0	10.1 /0					
21,511   4,0%   5,6%   1,43%   21,389   4,0%   5,6%   N/A	Core Plus/Enhanced												
Total Core Plus/Enhanced	Clifton Group					21,389							
Lehman Aggregate Index I	Prudential												
Index Bank of ND		42,801	7.9%	5.6%		21,389	4.0%	5.6%		N/A	N/A	N/A	N/A
Bank of ND 41,082 7.6% 11.1% 1.04% 62,061 11.7% 11.1% 1.08% 2.14% -1.14% 4.90% 1.58% 1.30% 2.90% -1.52% 1.04% 4.78% 1.58% 1.30% 2.90% -1.52% 1.04% 4.78% 1.58% 1.30% 2.90% -1.52% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 4.78% 1.04% 1.					1.55/6				1.33/6				
Lehman Gow/Credit (1)  BBB Average Quality  Nells Capital (formerly Strong)  94,277 17.5% 16.7% 1.95% 93,338 17.6% 16.7% 1.51% 3.49% -2.11% 2.63% N/A  Lehman US Credit BAA  TOTAL DOMESTIC FIXED INCOME Lehman Aggregate (2)  CASH EQUIVALENTS  Bank of ND  20,431 3.8% 5.0% 0.45% 0.44%  1.58% 53,358 100.0% 100.0% 1.88% 529,512 100.0% 10.00% 0.43% 2.31% 6.25% 8.58% 5.43%	Index Bank of ND	41 082	7.6%	11 1%	1.04%	62 061	11 7%	11.1%	1.08%	2 14%	-1 14%	1 14%	4 90%
BBB Average Quality  Wells Capital (formerly Strong)  94,277 17.5% 16.7% 1.95% 2.02%  1.58% 3.63% -2.11% 2.63% N/A  1.58% 3.63% -2.37% 2.63% N/A  1.58% 2.90% -1.39% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.84% 5.28%  1.58% 2.90% -0.81% 1.85% 2.90% -0.81% 1.85% 2.90% 2.71% 2.42% -0.87% 4.00% 2.37% 2.25%  1.58% 2.90% -0.81% 1.85% 2.90% -0.81% 1.85% 2.90% -0.81% 1.85% 2.90% 2.80% -0.81% 1.85% 2.90% -0.81% 1.85% 2.90% -0.81% 1.85% 2.90% 2.80% -0.81% 1.85% 2.90% -0.81% 1.90% 2.90% -0.81% 2.90% 2.90% -0.81% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.90% 2.9	Lehman Gov/Credit (1)	41,002	1.070	1 1 . 1 /0		02,001	11.1 /0	11.1/0					
Nells Capital (formerly Strong) 94,277 17.5% 16.7% 1.95% 2.02% 93,338 17.6% 16.7% 1.51% 3.49% 2.237% 2.63% N/A  TOTAL DOMESTIC FIXED INCOME 272,608 50.5% 50.0% 1.64% 270,434 51.1% 50.0% 1.43% 3.09% 2.90% 2.90% 2.90% 2.90% 2.81% 2.63% N/A  TOTAL DOMESTIC FIXED INCOME 272,608 50.5% 50.0% 1.64% 270,434 51.1% 50.0% 1.43% 3.09% 2.90% 2.90% 2.90% 2.90% 2.81% 2.82% 2.83% 2.83% 2.37% 2.63% 2.65% 2.85%	BBB Average Quality												
TOTAL DOMESTIC FIXED INCOME 272,608 50.5% 50.0% 1.64% 270,434 51.1% 50.0% 1.43% 3.09% -1.39% 6.59% 7.79% 1.84% 5.28% 2.90% -0.81% 1.84% 5.28% 2.90% -0.81% 1.84% 5.28% 2.90% 2	Wells Capital (formerly Strong)	94,277	17.5%	16.7%		93,338	17.6%	16.7%	1.51%	3.49%	-2.11%	2.63%	N/A
Lehman Aggregate (2)  1.53%  1.35%  2.90%  -0.81%  1.84%  5.28%  CASH EQUIVALENTS  Bank of ND  20,431  3.8%  5.0%  0.44%  0.44%  0.44%  0.44%  0.44%  0.45%  0.47%  0.42%  0.87%  4.00%  2.37%  2.25%  FOTAL NDACO PROGRAM SAVINGS  539,358  100.0%  1.88%  529,512  100.0%  100.0%  1.00%	Lehman US Credit BAA				2.02%				1.58%	3.63%	-2.37%	2.63%	N/A
Lehman Aggregate (2)  1.53%  1.35%  2.90%  -0.81%  1.84%  5.28%  CASH EQUIVALENTS  Bank of ND  20,431  3.8%  5.0%  0.44%  0.44%  0.44%  0.44%  0.44%  0.45%  0.47%  0.42%  0.87%  4.00%  2.37%  2.25%  FOTAL NDACO PROGRAM SAVINGS  539,358  100.0%  1.88%  529,512  100.0%  100.0%  1.00%	TOTAL DOMESTIC FIXED INCOME	272 608	50.5%	50.0%	1 64%	270 434	51 1%	50.0%	1 43%	3 00%	-1 30%	6 59%	7 79%
CASH EQUIVALENTS Bank of ND 20,431 3.8% 5.0% 0.45% 26,949 5.1% 5.0% 0.45% 0.90% 4.50% 2.71% 2.42% 90 Day T-Bill FOTAL NDACO PROGRAM SAVINGS 539,358 100.0% 100.0% 1.88% 529,512 100.0% 100.0% 0.43% 2.31% 6.25% 8.58% 5.43%	Lehman Aggregate (2)	272,000	00.070	00.070		270,434	01.170	30.078					
Bank of ND 20,431 3.8% 5.0% 0.45% 26,949 5.1% 5.0% 0.45% 0.90% 4.50% 2.71% 2.42% 0.00 Day T-Bill 0.42% 0.42% 0.87% 4.00% 2.37% 2.25% COTAL NDACO PROGRAM SAVINGS 539,358 100.0% 100.0% 1.88% 529,512 100.0% 100.0% 0.43% 2.31% 6.25% 8.58% 5.43%													
90 Day T-Bill 0.44% 0.42% 0.87% 4.00% 2.37% 2.25% FOTAL NDACO PROGRAM SAVINGS 539,358 100.0% 100.0% 1.88% 529,512 100.0% 100.0% 0.43% 2.31% 6.25% 8.58% 5.43%	CASH EQUIVALENTS	20.424	2 00/	E 00/	0.450/	26.072	E 40/	E 00/	0.450/	0.000/	A E00/	2 740/	2 420/
TOTAL NDACo PROGRAM SAVINGS 539,358 100.0% 100.0% 1.88% 529,512 100.0% 100.0% 0.43% 2.31% 6.25% 8.58% 5.43%	90 Day T-Bill	20,431	3.8%	5.0%		20,949	5.1%	5.0%					
	-												
PULICT TARGET BENCHMARK 1.90% 0.67% 2.65% 5.85% 7.78% 5.23%	TOTAL NDACO PROGRAM SAVINGS	539,358	100.0%	100.0%		529,512	100.0%	100.0%					
NOTE. Manthly returns and market values are preliminary and cubicat to shape		<u> </u>			1.96%				0.67%	∠.65%	5.85%	7.78%	5.23%

NOTE: Monthly returns and market values are preliminary and subject to change.

<sup>(1)</sup> From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index. (2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.